MINUTES

MONTANA HOUSE OF REPRESENTATIVES 61st LEGISLATURE - REGULAR SESSION

COMMITTEE ON TAXATION

Call to Order: Chairman Bob Lake, on March 25, 2009 at 8:00 A.M., in Room 152 Capitol

ROLL CALL

Members Present:

Rep. Bob Lake, Chairman (R)

Rep. Jill Cohenour, Vice Chairman (D)

Rep. Janna Taylor, Vice Chairman (R)

Rep. Dick Barrett (D)

Rep. Mark Blasdel (R)

Rep. Edward B. Butcher (R)

Rep. Wanda Grinde (D)

Rep. Robin Hamilton (D)

Rep. Brian Hoven (R)

Rep. Mike Jopek (D)

Rep. Dave McAlpin (D)

Rep. Mike Miller (R)

Rep. Art Noonan (D)

Rep. JP Pomnichowski (D)

Rep. Lee Randall (R)

Rep. J. David Roundstone (D)

Rep. Jon Sonju (R)

Rep. Wayne Stahl (R)

Rep. Chas Vincent (R)

Rep. Brady Wiseman (D)

Members Excused: None

Members Absent: None

Staff Present: Jeff Martin, Legislative Branch

Jennifer O'Loughlin, Committee Secretary

Audio Committees: These minutes are in outline form only. They provide a list of participants and a record of official action taken by the committee. The link to the audio recording of the meeting is available on the Legislative Branch website.

Committee Business Summary:

Hearing & Date Posted: HB 663, 3/23/2009; HB 668,

3/23/2009; HB 670, 3/23/2009; HB 672, 3/23/2009; HB 673, 3/23/2009; HB 674, 3/23/2009

Executive Action: HB 653

00:00:13 Chairman Lake explained how the committee would hear and consider informational testimony on the four reappraisal mitigation bills.

HEARING ON HB 670

Opening Statement by Sponsor:

00:02:15 Rep. Chas Vincent (R), HD 2, opened the hearing on HB 670, Provide local government discretion in reducing tax value for certain property.

EXHIBIT (tah66a01)

00:06:00 Chairman Lake 00:06:27 Mr. Martin

Proponents' Testimony:

00:08:25 Ronda Wiggers, Montana County Treasurers Association

00:09:47 Harold Blattie, Montana Association of Counties

00:11:50 Robert Johnson, Montana AFL-CIO

00:12:42 Mary Whittinghill, Montana Taxpayers Association

Opponents' Testimony: None

Informational Testimony: None

Questions from Committee Members and Responses:

00:14:35	Rep.	Barrett
00:15:11	Rep.	Vincent
00:15:14	Rep.	Barrett
00:15:28	Rep.	Vincent
00:15:34	Rep.	Wiseman
00:15:43	Rep.	Vincent
00:15:51	Rep.	Wiseman
00:16:01	Rep.	Vincent

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00:16:07 Rep. Hoven
00:16:18 Rep. Vincent
00:16:39 Rep. Jopek
00:17:01 Rep. Vincent
00:17:14 Rep. Pomnichowski
00:17:39 Rep. Vincent
00:17:43 Mr. Martin
00:17:55 Rep. Pomnichowski
00:18:23 Mr. Martin
00:18:56 Rep. Pomnichowski
00:19:07 Mr. Martin
00:19:53 Rep. Barrett
00:20:08 Rep. Vincent 00:20:11 Rep. Barrett
00:20:15 Rep. Vincent
00:20:52 Rep. Barrett
00:20:55 Rep. Stahl
00:21:22 Rep. Vincent
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Closing by Sponsor:

- 00:21:29 Rep. Vincent
- 00:22:33 Chairman Lake closed the hearing.

HEARING ON HB 668

Opening Statement by Sponsor:

00:22:58 Rep. Julie French (D), HD 36, opened the hearing on HB 668, Revise taxation of railroad property.

EXHIBIT (tah66a02)

<u>Proponents' Testimony</u>:

00:30:01 Rep. Sue Dickinson, HD 25

Opponents' Testimony:

00:33:14	Alec Vincent, BNSF Railroad
00:38:54	Mary Whittinghill, Montana Taxpayers Association
00:42:44	Jon Bennion, Montana Chamber of Commerce
00:43:41	Ronda Wiggers, Montana County Treasurers Association
00:46:27	Harold Blattie, Montana Association of Counties

Informational Testimony:

00:47:41 Gene Walborn, Bureau Chief, Business and Income Taxes Division, Department of Revenue (DOR)

EXHIBIT (tah66a03)

- 00:52:04 C.A. Daw, Chief Legal Counsel, DOR
- 00:52:47 Spook Stang, Montana Association of Motor Carriers

Questions from Committee Members and Responses:

- 00:53:09 Rep. McAlpin
- 00:53:20 Mr. Stang
- 00:54:31 Rep. Butcher
- 00:55:05 Mr. Daw
- 00:55:20 Rep. Butcher
- 00:55:27 Mr. Daw
- 00:55:38 Rep. Miller
- 00:55:59 Rep. French
- 00:57:58 Rep. Miller
- 00:58:18 Rep. French
- 00:59:35 Rep. Miller
- 00:59:56 Mr. Vincent
- 01:00:24 Rep. Stahl
- 01:00:39 Mr. Vincent
- 01:00:47 Rep. Stahl
- 01:01:47 Mr. Vincent
- 01:02:21 Chairman Lake
- 01:02:30 Rep. Wiseman
- 01:03:04 Mr. Walborn
- 01:03:24 Rep. Wiseman
- 01:03:32 Mr. Walborn
- 01:04:25 Rep. Stahl
- 01:04:45 Mr. Walborn
- 01:05:09 Rep. Cohenour
- 01:05:47 Ms. Whittinghill
- 01:05:53 Rep. Cohenour
- 01:06:02 Ms. Whittinghill
- 01:07:16 Rep. Cohenour
- 01:07:55 Mr. Walborn
- 01:08:46 Rep. Hoven
- 01:09:05 Chairman Lake
- 01:09:14 Rep. Cohenour
- 01:09:25 Chairman Lake
- 01:09:30 Rep. Hoven
- 01:09:47 Mr. Walborn
- 01:09:58 Rep. Hoven
- 01:10:16 Mr. Vincent
- 01:11:08 Rep. Cohenour
- 01:11:44 Rep. French
- 01:12:56 Chairman Lake

01:13:31 Mr. Vincent

Closing by Sponsor:

- 01:14:04 Rep. French
- 01:17:30 Chairman Lake closed the hearing.

HEARING ON HB 674

Opening Statement by Sponsor:

01:17:46 Rep. Chas Vincent (R), HD 2, opened the hearing on HB 674, Generally revise laws relating to state land.

Proponents' Testimony:

- 01:21:45 Rep. Cohenour, HD 78
- 01:23:23 Rep. Bill Nooney, HD 100
- 01:23:45 Rep. Tim Furey, HD 91
- 01:26:26 Mary Sexton, Director, Department of Natural Resources and Conservation
- 01:29:54 Jason Todhunter, Montana Logging Association
- 01:31:22 Kat Imhoff, State Director, The Nature Conservancy; Trust for Public Lands

EXHIBIT (tah66a04)

- 01:33:50 Harold Blattie, Montana Association of Counties
- 01:36:14 Ralph Mannix, Rancher, Northern Powell County; Powell County Commissioner

Opponents' Testimony: None

<u>Informational Testimony</u>:

01:38:36 Joe Maurier, Director, Department of Fish, Wildlife and Parks

Questions from Committee Members and Responses:

- 01:39:12 Rep. Miller
- 01:39:26 Mr. Maurier
- 01:40:35 Chairman Lake
- 01:40:41 Rep. Stahl
- 01:41:01 Rep. Vincent
- 01:41:30 Rep. Stahl
- 01:41:36 Rep. Vincent
- 01:41:48 Rep. Stahl
- 01:42:51 Rep. Vincent

- 01:43:55 Rep. Stahl
- 01:44:37 Rep. Vincent
- 01:44:51 Rep. Stahl
- 01:45:53 Ms. Sexton
- 01:47:34 Rep. Stahl
- 01:48:34 Ms. Sexton
- 01:49:34 Rep. Stahl
- 01:50:19 Ms. Sexton
- 01:51:08 Rep. Stahl
- 01:51:37 Ms. Sexton
- 01:51:58 Rep. Wiseman
- 01:52:24 Ms. Sexton
- 01:53:13 Chairman Lake
- 01:54:10 Mr. Blattie
- 01:54:40 Chairman Lake
- 01:54:49 Mr. Blattie

Closing by Sponsor:

- 01:55:11 Rep. Vincent
- 01:57:18 Chairman Lake closed the hearing.
- 01:57:42 Break
- 02:14:53 Reconvene

Rep. Butcher, Rep. McAlpin, Rep. Roundstone, Rep. Taylor, Rep. Vincent, and Rep. Wiseman did not return to the room.

EXECUTIVE ACTION ON HB 653

- 02:15:21 Motion: Rep. Pomnichowski moved that HB 653 DO PASS.
- 02:16:09 <u>Motion</u>: Rep. Pomnichowski moved that **HB 653 BE**

AMENDED.

EXHIBIT (tah66a05)

Discussion:

- 02:16:38 Rep. Pomnichowski
- 02:17:20 <u>Vote</u>: Motion carried unanimously by voice vote. Rep. Butcher, Rep. McAlpin, Rep. Roundstone, Rep. Taylor, Rep. Vincent, and Rep. Wiseman voted by proxy.
- 02:17:59 Motion/Vote: Rep. Pomnichowski moved that HB 653 DO PASS AS AMENDED. Motion carried 19-1 by voice vote with Rep. Stahl voting no. Rep. Butcher, Rep. McAlpin, Rep.

Roundstone, Rep. Taylor, Rep. Vincent, and Rep. Wiseman voted by proxy.

HEARING ON HB 672

Opening Statement by Sponsor:

02:18:49 Rep. Mike Jopek (D), HD 4, opened the hearing on HB 672, Consitutional amendment to cap property taxes.

Proponents' Testimony: None

Opponents' Testimony:

02:28:03 Joe Roberts, Montana Association of Realtors 02:30:48 Harold Blattie, Montana Association of Counties

EXHIBIT (tah66a06)

02:34:20 Tom Bilodeau, MEA-MFT

02:36:48 Mary Whittinghill, Montana Taxpayers Association

Informational Testimony: None

<u>Questions from Committee Members and Responses</u>:

02:37:35 Rep. Sonju

02:38:58 Mr. Bilodeau

02:39:30 Rep. Sonju

02:39:38 Mr. Bilodeau

02:40:27 Rep. Stahl

02:40:48 Rep. Jopek

02:40:59 Rep. Stahl

02:41:11 Rep. Jopek

02:41:31 Rep. Stahl

02:42:23 Rep. Jopek

02:42:50 Rep. Barrett

02:43:37 Rep. Jopek

02:43:46 Rep. Barrett

02:44:32 Rep. Jopek

02:45:02 Rep. Barrett 02:45:10 Rep. Jopek

02:45:36 Rep. Miller

02:46:39 Mr. Blattie

Closing by Sponsor:

02:47:34 Rep. Jopek

02:50:00 Chairman Lake closed the hearing.

02:50:07 Chairman Lake explained that the Department of Revenue would provide Informational Testimony for all of the reappraisal mitigation bills: HB 658, HB 663, HB 666, and HB 674.

Informational Testimony on Reappraisal Mitigation Bills

02:50:41 Alan Peura, Deputy Director, DOR EXHIBIT (tah66a07) 02:58:06 Mr. Peura discussed the possible impacts of HB 658. EXHIBIT (tah66a08) 03:18:58 Rep. Sonju 03:19:13 Mr. Peura 03:20:05 Rep. Sonju 03:20:21 Mr. Peura 03:21:23 Rep. Barrett 03:22:03 Mr. Peura 03:22:14 Dan Bucks, Director, DOR 03:24:12 Mr. Peura EXHIBIT (tah66a09) EXHIBIT (tah66a10) EXHIBIT (tah66a11) 03:28:05 Chairman Lake 03:28:46 Rep. Cohenour 03:29:15 Rep. Jopek 03:30:58 Chairman Lake 03:31:27 Jim Standaert 03:32:35 Rep. Hoven 03:33:21 Rep. Cohenour 03:33:26 Chairman Lake 03:33:33 Mr. Standaert 03:35:52 Chairman Lake 03:35:56 Mr. Standaert 03:36:01 Rep. Barrett 03:36:31 Mr. Peura 03:37:00 Rep. Jopek 03:38:43 Mr. Bucks EXHIBIT (tah66a12) 03:39:59 Rep. Jopek

03:40:34 Rep. Stahl 03:42:00 Chairman Lake 03:42:37 Rep. Cohenour 03:44:34 Chairman Lake 03:45:23 Mr. Bucks 03:46:53 Chairman Lake 03:47:28 Rep. Jopek

03:48:12 Chairman Lake

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03:48:38 Rep. Cohenour
03:49:17 Chairman Lake
03:49:45 Rep. Barrett
03:49:56 Chairman Lake
03:50:15 Rep. Barrett
03:51:26 Rep. Miller
03:51:51 Rep. Cohenour
03:52:24 Rep. Stahl
03:53:41 Chairman Lake
03:53:50 Mr. Standaert
03:54:50 Chairman Lake
03:55:12 Mr. Standaert
03:55:34 Mr. Bucks
03:57:42 Rep. Jopek
03:59:51 Chairman Lake
04:00:42 Rep. Stahl
04:00:48 Chairman Lake
04:01:01 Rep. Cohenour
04:01:56 Mr. Bucks
04:03:17 Rep. Cohenour 04:04:00 Chairman Lake
04:04:24 Rep. Hoven
04:05:05 Rep. Barrett
04:05:35 Chairman Lake
04:05:47 Mr. Bucks
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EXHIBIT (tah66a13)

04:06:23 Chairman Lake announced that the committee would continue discussion of the reappraisal bills at 5:00 p.m.

ADJOURNMENT

04:06:38 Adjournment: 12:05 P.M.

Jennifer O'Loughlin, Secretary

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Additional Documents:

EXHIBIT (tah66aad.pdf)